

# A J Learmonth Butcher Ltd

Annual Report and Unaudited Financial Statements  
for the Year Ended 31 March 2018

Deans Accountants And Business Advisors Ltd  
Chartered Accountants and Business Advisors  
27 North Bridge Street  
Hawick  
Borders  
TD9 9BD

# **A J Learmonth Butcher Ltd**

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**A J Learmonth Butcher Ltd**

**Company Information**

<b>Director</b>	Mr Allan Learmonth
<b>Registered office</b>	9 Howden Crescent Jedburgh TD8 6JY
<b>Accountants</b>	Deans Accountants And Business Advisors Ltd Chartered Accountants and Business Advisors 27 North Bridge Street Hawick Borders TD9 9BD

**A J Learmonth Butcher Ltd**

**(Registration number: SC384426)  
Balance Sheet as at 31 March 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible assets	<u>4</u>	6,190	19,498
<b>Current assets</b>			
Stocks	<u>5</u>	6,000	5,000
Debtors	<u>6</u>	66,850	49,177
Cash at bank and in hand		112,596	92,278
		185,446	146,455
<b>Creditors: Amounts falling due within one year</b>	<u>7</u>	(34,753)	(24,464)
<b>Net current assets</b>		150,693	121,991
<b>Total assets less current liabilities</b>		156,883	141,489
<b>Provisions for liabilities</b>		(1,175)	(3,899)
<b>Net assets</b>		<u>155,708</u>	<u>137,590</u>
<b>Capital and reserves</b>			
Called up share capital	<u>8</u>	1	1
Profit and loss account		155,707	137,589
<b>Total equity</b>		<u>155,708</u>	<u>137,590</u>

For the financial year ending 31 March 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The director acknowledges his responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

These financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime and the option not to file the Profit and Loss Account has been taken.

Approved and authorised by the director on 25 September 2018

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Mr Allan Learmonth  
Director

The notes on pages 3 to 7 form an integral part of these financial statements.  
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## **A J Learmonth Butcher Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **1 General information**

The company is a private company limited by share capital, incorporated in Scotland.

The address of its registered office is:  
9 Howden Crescent  
Jedburgh  
TD8 6JY

These financial statements were authorised for issue by the director on 25 September 2018.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### **Statement of compliance**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

##### **Basis of preparation**

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The financial statements are presented in Sterling (£) and rounded to the nearest £0.

##### **Judgements**

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimates have been made included:

Useful economic lives of tangible assets – the annual depreciation charge for tangible assets is sensitive to change in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on economic utilisation, and the physical condition of the assets.

##### **Revenue recognition**

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales value added tax, returns, rebates and discounts.

##### **Sales of Goods**

Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods has transferred to the buyer. This is usually at the point that the customer has signed for the delivery of the goods.

##### **Tax**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except that a change attributable to an item of income or expense recognised as other comprehensive income is also recognised directly in other comprehensive income.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates taxable income.

Deferred tax is recognised in respect of all timing differences between taxable profits and profits reported in the financial statements.

Unrelieved tax losses and other deferred tax assets are recognised when it is probable that they will be recovered against the

reversal of deferred tax liabilities or other future taxable profits.

Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference.

## **A J Learmonth Butcher Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **Tangible assets**

Tangible assets is stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

#### **Depreciation**

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

<b>Asset class</b>	<b>Depreciation method and rate</b>
Furniture, fixtures and fittings	25% reducing balance
Plant and equipment	20% reducing balance
Motor vehicles	25% reducing balance

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

#### **Stocks**

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost is determined using the first-in, first-out (FIFO) method.

The cost of finished goods and work in progress comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. At each reporting date, stocks are assessed for impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to complete and sell; the impairment loss is recognised immediately in profit or loss.

#### **Trade creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

#### **Leases**

Leases in which substantially all the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are charged to profit or loss on a straight-line basis over the period of the lease.

#### **Share capital**

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

#### **Dividends**

Dividend distribution to the company's shareholders is recognised as a liability in the financial statements in the reporting period in which the dividends are declared.





## **A J Learmonth Butcher Ltd**

### **Notes to the Financial Statements for the Year Ended 31 March 2018**

#### **Defined contribution pension obligation**

A defined contribution plan is a pension plan under which fixed contributions are paid into a pension fund and the company has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised as employee benefit expense when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

#### **Financial instruments**

##### ***Classification***

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### ***Recognition and measurement***

Where shares are issued, any component that creates a financial liability of the company is presented as a liability in the balance sheet. The corresponding dividends relating to the liability component are charged as an interest expense in the profit and loss account.

##### ***Impairment***

At the end of each reporting period financial instruments measured at fair value are assessed for objective evidence of impairment. The impairment loss is recognised in the profit and loss account.

#### **3 Staff numbers**

The average number of persons employed by the company (including the director) during the year, was 8 (2017 - 8).

# A J Learmonth Butcher Ltd

## Notes to the Financial Statements for the Year Ended 31 March 2018

### 4 Tangible assets

	Furniture, fixture and fittings £	Motor vehicles £	Plant and equipment £	Total £
<b>Cost or valuation</b>				
At 1 April 2017	1,248	23,250	16,757	41,255
Disposals	-	(23,250)	-	(23,250)
At 31 March 2018	1,248	-	16,757	18,005
<b>Depreciation</b>				
At 1 April 2017	531	11,535	9,691	21,757
Charge for the year	179	244	1,414	1,837
Eliminated on disposal	-	(11,779)	-	(11,779)
At 31 March 2018	710	-	11,105	11,815
<b>Carrying amount</b>				
At 31 March 2018	538	-	5,652	6,190
At 31 March 2017	717	11,715	7,066	19,498

### 5 Stocks

	2018 £	2017 £
Other inventories	6,000	5,000

### 6 Debtors

	2018 £	2017 £
Trade debtors	1,145	938
Prepayments	489	442
Other debtors	65,216	47,797
	66,850	49,177

### 7 Creditors

#### Creditors: amounts falling due within one year

	2018 £	2017 £
<b>Due within one year</b>		
Trade creditors	13,372	14,040
Taxation and social security	1,002	-
Accruals and deferred income	2,880	2,876

Other creditors

<u>17,499</u>	<u>7,548</u>
<u>34,753</u>	<u>24,464</u>

**A J Learmonth Butcher Ltd**

**Notes to the Financial Statements for the Year Ended 31 March 2018**

**8 Share capital**

**Allotted, called up and fully paid shares**

	<b>2018</b>		<b>2017</b>	
	<b>No.</b>	<b>£</b>	<b>No.</b>	<b>£</b>
Ordinary shares of £1 each	1	1	1	1

**9 Related party transactions**

**Transactions with directors**

	<b>At 1 April 2017 £</b>	<b>Advances to directors £</b>	<b>Repayments by director £</b>	<b>At 31 March 2018 £</b>
<b>2018</b>				
<b>Mr Allan Learmonth</b>				
Loans are unsecured, undated and interest is charged at 2.5% per annum on overdrown loan accounts	44,654	70,452	(52,273)	62,833

	<b>At 1 April 2016 £</b>	<b>Advances to directors £</b>	<b>Repayments by director £</b>	<b>At 31 March 2017 £</b>
<b>2017</b>				
<b>Mr Allan Learmonth</b>				
Loans are unsecured, undated and interest is charged at 2.5% per annum on overdrown loan accounts	38,420	46,496	(40,262)	44,654

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.